

HEALTH SERVICES AND DEVELOPMENT AGENCY

COMMUNIQUE

MONTHLY PUBLICATION OF HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson Building, 9th Floor

502 Deaderick Street

Nashville, TN 37243

615.741.2364

AUGUST 2014

For Meeting verification/change or agenda information, please call the Agency Office
or check our website at www.tn.gov/hsda

HEALTH SERVICES AND DEVELOPMENT AGENCY

Chair.....D. Lynn Johnson
Vice-Chair.....Robert S. Doolittle
Executive Director.....Melanie Hill
General Counsel.....James Christoffersen

Tennessee Department of Health, Division of Policy, Planning and Assessment.....615/741-1954

Tennessee Department of Mental Health and Substance Abuse Services,
Office of General Counsel...615/532-6520 or Main Office.....615/532-6500

Tennessee Department of Intellectual and Development Disabilities,
Office of General Counsel...615/253-8731 or Main Office....615/532-6530 or 800-535-9725

CALENDAR

The Health Services and Development Agency will be closed on the following days:

2014

Wednesday, January 1—New Year's Day
 Monday, January 20—Martin Luther King Day
 Monday, February 17—Presidents' Day
 Friday, April 18—Good Friday
 Monday, May 26—Memorial Day
 Friday, July 4—Independence Day
 Monday, September 1—Labor Day

*Monday, October 13—Columbus Day
 Tuesday, November 11—Veterans' Day
 Thursday, November 27—Thanksgiving Day
 *Friday, November 28—*substituted* for Columbus Day
 Wednesday, December 24—Christmas Eve
 Thursday, December 25—Christmas
 Wednesday, December 31—New Year's Eve

*** Monday, October 13 – Columbus Day “*substituted for the day after Thanksgiving at the Governor's discretion.*”**

2014 REVIEW CYCLE

<u>2014 Cycle Month</u>	<u>Publication Dates—Letter of Intent</u>	<u>Application Due Date</u>	<u>HSDA Meeting Dates</u>	<u>*End of Appeal Period</u>
January	12/01/2013-12/10/2013	5 days after Publication	03/26/2014	04/10/2014
February	01/01/2014-01/10/2014	“	04/23/2014	05/08/2014
March	02/01/2014-02/10/2014	“	05/28/2014	06/12/2014
April	03/01/2014-03/10/2014	“	06/25/2014	07/10/2014
May	04/01/2014-04/10/2014	“	07/23/2014	08/07/2014
June	05/01/2014-05/10/2014	“	08/27/2014	09/11/2014
July	06/01/2014-06/10/2014	“	09/24/2014	10/09/2014
August	07/01/2014-07/10/2014	“	10/22/2014	11/06/2014
September	08/01/2014-08/10/2014	“	11/19/2014	12/04/2014
October	09/01/2014-9/10/2014	“	12/17/2014	01/01/2015
November	10/01/2014-10/10/2014	“	01/28/2015	02/12/2015
December	11/01/2014-11/10/2014	“	02/25/2015	03/12/2015

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

*Appeal deadline is 15 days after meeting date.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, 9th FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, NINTH FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at
8:30 a.m. CDT/CST
At the following locations:

August – December

Legislative Plaza
Room 31
Sixth Avenue North & Union Street
Nashville, TN

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- * Meeting locations are subject to change
- ** All meetings of the Health Services and Development Agency are posted on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 15 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



RESULTS OF APPLICATIONS HEARD AT THE JULY MEETING

Dyersburg Regional Medical Center
400 Tickle Street
Dyersburg (Dyer County), TN 38024
CN1403-007
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2228

APPROVED

CONDITION: Staff to be hired on a full time basis

The expansion of cardiac catheterization services, currently limited to diagnostic procedures, to include interventional (therapeutic) cardiac catheterization procedures at Dyersburg Regional Medical Center (DRMC), Dyersburg (Dyer County), Tennessee. The estimated project cost is \$367,763.00.

Starr Regional Medical Center--Etowah
886 Highway 411 North
Etowah (McMinn County), TN 37331
CN1404-009
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

APPROVED

The expansion of the hospital's existing ten (10) bed geriatric psychiatric unit to fourteen (14) beds. The expansion of the geriatric psychiatric unit will be accomplished without increasing the total bed complement of the Etowah satellite (72) by redistributing 4 acute care beds (medical-surgical) to the geriatric psychiatric classification. This reclassification will not impact the total beds physically located at the main campus in Athens (118) or the total licensed beds for both sites (190). The estimated project cost is \$1,282,050.00.

Christian Care Center of Bristol
2830 Highway 394
Bristol (Sullivan County), TN 37620
CN1404-012
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2228

APPROVED

The relocation and replacement of a 120* bed nursing home from 261 North Street, Bristol (Sullivan County) to 2830 Highway 394, Bristol (Sullivan County), Tennessee. The estimated project cost is \$11,953,747.00.

* These beds are not subject to the 2013-2014 Nursing Home Bed Pool.

GENERAL COUNSEL'S REPORT

Baptist Plaza Surgicare
Unaddressed site at the northeast corner of
Church Street and 20th Avenue North
Nashville (Davidson County), TN
CN1307-029A
Contact Person: Byron L. Trauger, Esq.
Phone: 615-256-8585

APPROVED

Request to modify the previously approved certificate of need in the following manner: 1) Move the project within the campus of Saint Thomas Midtown Hospital (formerly known as Baptist Hospital); 2) Decrease the project cost; and 3) Slightly increase the square footage. The project was approved on October 23, 2013 for the relocation and replacement of the existing 9 operating room and 1 procedure room multi-specialty ambulatory surgical treatment center from the basement of the Medical Plaza 1 building to a new medical building to be constructed across the street from the existing surgery center on the corner of Church Street and 20th Avenue. The certificate of need will expire on December 1, 2015. The project cost was estimated to be \$29,836,377.

Overton County Nursing Home
318 Bilbrey Street
Livingston (Overton County), TN
CN1204-017A
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6702

APPROVED

Request for a six month extension to the expiration date from September 1, 2014 to March 1, 2015. The project was approved on July 25, 2012 for the modification by new construction and renovation of the existing 160-bed nursing home. The estimated project cost is \$6,344,844.00.

APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

*Alexian Village Health and Rehabilitation Center
622 Alexian Way
Signal Mountain (Hamilton County), TN 37377
CN1406-026
Contact Person: Christopher C. Puri, Esq.
Phone: 615-252-4643

CONSENT CALENDAR

Hospice Alpha, Inc.
102 N. Poplar Street
Linden (Perry County), TN 37096
CN1404-010
Contact Person: E. Graham Baker, Jr. Esq.
Phone: 615-370-3380

Lakeway Regional Hospital
726 McFarland Street
Morristown (Hamblen County), TN 37814
CN1405-013
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2228

BHG Jackson Treatment Center
58 Carriage House Drive, Suites A & B
Jackson (Madison County), TN 38305
CN1405-014
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

Maxim Healthcare Services
208 Sunset Drive, Suite 503
Johnson City (Washington County), TN 37604
CN1405-015
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

The replacement of a 114* bed nursing home on the Alexian Village campus. The replacement facility was originally approved under CN1110-042A on March 28, 2012. The facility has been built but the certificate of need expired on May 1, 2014 prior to the final inspection by the Tennessee Department of Health. The replacement facility moved from 671 Alexian Way to 622 Alexian Way, Signal Mountain (Hamilton County), Tennessee 37377. There is no change in the number of beds at the facility, no new services initiated, and no new services discontinued. The estimated project cost is \$22,718,154.00.

*These beds are not subject to the 2014-2015 Nursing Home Bed Pool.

The establishment of a home care organization to provide hospice services at 102 North Poplar Street in Linden (Perry County), Tennessee. The service area will include the following counties: Benton, Chester, Decatur, Hardin, Henderson, Hickman, Humphreys, Lawrence, Lewis, McNairy, Perry, and Wayne. The estimated project cost is \$95,500.00.

The discontinuation of obstetrical (OB) services. The sixteen (16) OB beds will be redistributed to general medical/surgical beds. The hospital's current 135 licensed bed complement will not change. The estimated project cost is \$33,000.00.

The relocation of the nonresidential substitution-based treatment center for opiate addiction from its current site at 1869 Hwy 45 Bypass, Suite 5 to 58 Carriage House Drive, Suites A&B, Jackson (Madison County), Tennessee. The estimated project cost is \$1,274,050.00.

The establishment of a home care organization to provide home health services at 208 Sunset Drive, Suite 503, Johnson City (Sullivan County), Tennessee. The service area includes the following counties: Carter, Johnson, Sullivan, Unicoi, and Washington. The estimated project cost is \$463,825.00.

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APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

GENERAL COUNSEL'S REPORT

Horizon Health & Rehab Center (formerly known as United Regional Medical Center Nursing Home),
1001 McArthur St
Manchester (Coffee County), TN 37355
CN0707-061AME
Contact Person: William H. West, Esq.
Phone: 615-726-5600

1) Request for a twenty-four (24) month extension of the expiration date from December 18, 2014 to December 18, 2016; 2) Modify the project cost to be \$10,696,697.00, or such lesser amount as the HSDA may determine; and 3) Determine that the conversion of Health Services Manchester, LLC into Health Services Manchester, Inc., a Tennessee nonprofit corporation, is not a change of ownership and will not disturb the status of the Health Services Manchester entity as the proper current and future holder of CN0707-061AME.

The project was originally approved on December 12, 2007 for the relocation and replacement of the existing 72-bed nursing home from 1001 McArthur Drive to the intersection of McArthur Drive and Oak Drive, Manchester (Coffee County), TN with an extended expiration date of February 1, 2010. The project was appealed and once the appeal was dismissed, the expiration date was extended by operation of law until December 18, 2012. On October 24, 2012, a first extension was requested and approved which extended the expiration date until December 18, 2014. The new estimated project cost is \$10,696,697.00.

Dyersburg Regional Medical Center
400 Tickle Street
Dyersburg (Dyer County), TN 38024
CN1403-007A
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2228

Request by Agency staff for the consideration of a slight modification of a condition, as proposed by Jackson-Madison County General Hospital (JMCGH) and Dyersburg Regional Medical Center (DRMC). On July 23, 2014, DRMC was approved with a condition related to the recruitment of two interventional cardiologists for the expansion of cardiac catheterization services from diagnostic-only procedures to include interventional (therapeutic) cardiac catheterization procedures. The estimated project cost was \$367,763.00.

APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Coram Alternate Site Services, Inc. d/b/a
Coram CVS/Specialty Infusion Services
10932 Murdock Drive, Suite 101A
Knoxville (Knox County), TN 37932
CN1406-017

Contact Person: Alix Coulter Cross, Esq.
Phone: 615-251-1047

To establish a home care organization to provide the following specialized home health services related to home infusion: administer home infusion products and related infusion nursing services, by way of example and not limitation, line maintenance, infusion equipment repair and replacement, and dressing changes on central lines and external access ports. The proposed service area includes the following Tennessee counties: Anderson, Blount, Bradley, Campbell, Carter, Claiborne, Cocke, Fentress, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Knox, Loudon, McMinn, Meigs, Monroe, Moore, Morgan, Pickett, Polk, Roane, Scott, Sevier, Sullivan, Unicoi, Union, Van Buren, and Washington, from its licensed home infusion pharmacy which will be located at 10932 Murdock Drive, Suite 101A, Knoxville (Knox County), TN 37932. The estimated project cost is \$95,200.00.

Coram Alternate Site Services, Inc. d/b/a
Coram CVS/Specialty Infusion Services
1680 Century Center Parkway, Suite 12
Memphis (Shelby County), TN 38134
CN1406-018

Contact Person: Alix Coulter Cross, Esq.
Phone: 615-251-1047

To establish a home care organization to provide the following specialized home health services related to home infusion: administer home infusion products and related infusion nursing services, by way of example and not limitation, line maintenance, infusion equipment repair and replacement, and dressing changes on central lines and external access ports. The proposed service area includes the following Tennessee counties: Benton, Carroll, Chester, Crockett, Decatur, Dyer, Fayette, Gibson, Hardeman, Hardin, Haywood, Henderson, Henry, Houston, Lake, Lauderdale, Madison, McNairy, Obion, Perry, Shelby, Stewart, Tipton, Wayne, and Weakley. The agency will be located at 1680 Century Center, Suite 12, Memphis (Shelby County), 38134. The estimated project cost is \$98,000.00.

Skyline Medical Center
3441 Dickerson Pike
Nashville (Davidson County), TN 37207
CN1406-020
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

To increase the licensed bed capacity at the hospital's main campus by 10 beds. The beds will be utilized as medical-surgical and intensive care beds. The beds will be added by renovating existing space at the main campus which is located at 3441 Dickerson Pike, Nashville (Davidson County), TN 37207. Simultaneously 10 licensed beds will be closed at the Skyline satellite campus at 500 Hospital Drive, Madison (Davidson County), TN 37115. TriStar Skyline Medical Center is currently licensed as an acute care hospital with 385 hospital beds. This project will increase beds at the main campus from 213 to 223 beds, and will reduce the satellite campus from 172 to 162 beds, so that the consolidated 385-bed license will not change. This project does not include major medical equipment or any new health service. The estimated project cost is \$3,951,732.00.

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APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Vanderbilt University Hospitals
1211 Medical Center Drive
Nashville (Davidson County), TN 37232
CN1406-021
Contact Person: Ginna Felts, Consultant,
Business Development
Phone: 615-936-6005

A major construction and renovation project in excess of \$5 million and the addition of beds. The project includes the following: expansion and renovation of various existing facilities on its campus at 1211 Medical Center Drive, Nashville (Davidson County), TN, including the build out of three (3) previously approved floors at Monroe Carell Jr. Children's Hospital at Vanderbilt ("MCJCHV") to accommodate: 1) The relocation of the obstetrical program, the newborn nursery and the neonatal unit currently located in Vanderbilt University Hospital ("VUH") to MCJCHV; 2) The addition of 23 obstetrical beds; and 3) The addition of 24 neonatal/pediatric critical care beds. The space vacated in VUH will be renovated to accommodate the addition of 61 adult acute care inpatient beds. Other areas in VUH will be renovated to accommodate a total of 63 observation beds. The project will require approximately 79,783 square feet of renovation, 126,686 square feet of new construction, and will increase the total licensed bed number by 108. The project does not involve the initiation of new health care services or acquisition of major medical equipment. The estimated project cost is \$118,276,950.00.

Baby + Company Nashville
2106 21st Avenue
Nashville (Davidson County), TN 37212
CN1406-022
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6702

To establish a birthing center in leased space at 2106 21st Avenue, Nashville (Davidson County) TN 37212. The facility will include 5 birthing suites, 3 examination rooms, and various support areas. The facility will occupy approximately 4,350 square feet. The project does not involve licensed beds, the acquisition of major medical equipment or the initiation of a health care service for which a certificate of need is required. The estimated project cost is \$2,536,437.00.

Life House Hospice, Inc.
570 State Street
Cookeville (Putnam County), TN 38501
CN1406-023
Contact Person: Connie Mitchell, President
Phone: 931-881-6417

The establishment of a home care organization to provide hospice services in Putnam County. The hospice agency will be located at Life House Hospice (a licensed residential hospice) at 570 State Street, Cookeville (Putnam County), TN 38501. Life House Hospice, Inc. will provide both in-home & residential inpatient care which is a continuum of care currently not available in Putnam County. The estimated project cost is \$8,880.00.

Regional One Health Imaging, LLC
6555 Quince Road
Memphis (Shelby County), TN 38119
CN1406-024
Contact Person: E. Graham Baker, Jr., Esq.
Phone: 615-370-3380

The establishment of an outpatient diagnostic center (ODC) including the initiation of MRI services along with CT, mammography, x-ray/fluoroscopy and ultrasound services. There are no new beds or major medical equipment involved with this project other than what is mentioned above. The estimated project cost is \$5,345,900.00.

APPLICATIONS TO BE HEARD AT THE OCTOBER MEETING

River Park Hospital, LLC
1559 Sparta Street
McMinnville (Warren County), TN 37110
CN1407-030
Contact Person: Joseph Mazzo, COO
Phone: 931-815-4203

The initiation of inpatient geriatric psychiatric services and the conversion of ten (10) medical/surgical beds to geriatric psychiatric beds. The estimated project cost is \$1,199,250.00.

Good Samaritan Society--Fairfield Glade
100 Samaritan Way
Crossville (Cumberland County), TN 38558
CN1407-031
Contact Person: Michael D. Brent, Esq.
Phone: 615-252-2361

The addition of 30* dually certified beds to its existing 30 bed nursing home for a total of 60 beds. The estimated project cost is \$6,520,495.00.

*These beds are subject to the 125 Nursing Home Bed Pool for 2014-2015.

TriStar Centennial Medical Center
2300 Patterson Street
Nashville (Davidson County), TN 37203
CN1407-032
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

For construction and renovation to the hospital that includes: 1) the development of a Joint Replacement Center of Excellence that will include 10 additional operating rooms; 2) updates to the emergency department that will improve workflow; and 3) the addition of 29 medical/surgical beds which will increase the total licensed beds from 657 to 686. The estimated project cost is \$96,192,007.00.

APPEALS OF AGENCY DECISIONS

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>MEETING DATE</u>
Baptist Memorial Hospital-Huntingdon Huntingdon, Carroll County CN1205-021A	25.00-118927J	Appeal of Approval of CON	9/26/2012
Community Hospices of America-Tennessee, LLC d/b/a Hospice Compassus - The Highland Rim Tullahoma, Coffee County CN1307-023D	'TBA'	Appeal of Denial of CON	3/26/2014
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030ADA	25.00-115208J	Appeal of Approval of CON	12/14/2011
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN1012-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
Medical Care, PLLC Elizabethton, Carter County CN1303-006D	25.00-122463J	Appeal of Denial of CON	7/24/2013
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN1012-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011
Tri-Cities Holdings LLC d/b/a Trex Treatment Center Johnson City, Washington County CN1303-005D	25.00-122076J	Appeal of Denial of CON	6/26/2013

NOTES:

HEALTH SERVICES AND DEVELOPMENT AGENCY MEMBERS

D. Lynn Johnson
(Consumer, Speaker of the House)

Charlotte C. Burns
(Hospital)

Claudia H. Byrd
(Consumer, Speaker of the Senate)

Robert Doolittle
(Consumer, Governor)

“Vacant”
(Physician)

Thom Mills
(Home Care)

Mark Flora, M.D.
(Ambulatory Surgical Treatment
Centers)

James L. Wright
(Nursing Home)

Keith Gaither, Designee
for Director of TennCare
Darin J. Gordon

Elisha Hodge, Designee
for Comptroller
Justin Wilson

Lisa Jordan, Designee
for Commerce & Insurance
Commissioner

Willie Mae McPeak